

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

APPLICATION OF THE BIG SANDY WATER
DISTRICT, A WATER DISTRICT ORGANIZED
PURSUANT TO CHAPTER 74 OF THE KENTUCKY
REVISED STATUTES, OF BOYD COUNTY, KEN-
TUCKY, FOR (1) A CERTIFICATE OF PUBLIC
CONVENIENCE AND NECESSITY, AUTHORIZING
AND PERMITTING SAID WATER DISTRICT TO
CONSTRUCT A NEW WATERWORKS DISTRIBUTION
SYSTEM, CONSISTING OF A PUMPING STATION
TANK SITES, AND THE NECESSARY DISTRIBUTION
SYSTEM AND LINES NEEDED TO SERVE WATER TO
SAID DISTRICT; (2) APPROVAL OF THE PROPOSED
PLAN OF FINANCING OF SAID PROJECT; AND (3)
APPROVAL OF THE WATER RATES PROPOSED TO BE
CHARGED BY THE DISTRICT TO CUSTOMERS OF THE
DISTRICT.

CASE NO. 8197

O R D E R

IT IS ORDERED that Big Sandy Water District of Boyd County, Kentucky, shall file an original and five copies of the following information with the Commission, with a copy to the Attorney General's Division of Consumer Intervention by July 15, 1981. If neither the requested information nor a motion for extension of time is filed by the stated date, the case will be dismissed.

(1) Provide a detailed explanation of the determination of revenue requirements based on the 20 percent debt service coverage contained on pages 30 through 33 of the firms final engineering report. Also, include the provisions contained in the mortgage agreement specifying the debt service coverage requirements.

(2) Provide an amortization schedule of the proceeds of the FmHA Loan.

(3) Provide a detailed explanation of the expense projection included in the engineers report setting forth how these figures were arrived at along with an explanation of the basis used to determine these figures.

(4) Provide an explanation of how it was determined that the district could expect one new commercial customer each year after completion of construction along with an explanation of how the daily consumption of these future industries was arrived at.

(5) On page 14 of the final engineers report, columns 2 through 5 of total industrial use are incorrect according to our calculations. Provide a corrected version of this schedule or an explanation of the discrepancy.

(6) Provide the location of any existing waterworks systems within the Big Sandy Water District service area.

Done at Frankfort, Kentucky, this 23rd day of June, 1981.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Secretary